



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
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*This surety
replaced 3/2001*

March 9, 2000

TO: Lowell P. Braxton, Director *now for LPB*
THRU: Mary Ann Wright, Associate Director *now*
FROM: Anthony A. Gallegos, Acting Permit Supervisor *aa*
RE: Request for Approval of Replacement Reclamation Surety and Transfer of Notice of Intention, from Pearl Queen Perlite Corporation to Basin Perlite Company, Pearl Queen Perlite Mine, M/001/027, Beaver County, Utah

On February 28, 2000, the Division received a Transfer of Notice of Intention of Large Mining Operations from Pearl Queen Perlite Corporation (PQP). PQP is transferring this project to Basin Perlite Company of Denver, Colorado. The Division currently holds a LOC for this mine site in the amount of \$36,300 escalated to year 2002 dollars. The surety was escalated by the Division to the year 2004 dollars for a new amount of \$40,800.

Basin Perlite Company has provided the Division with a replacement Reclamation Contract and surety bond ~~XXXXXX~~, issued by Amwest Surety Insurance Company in the amount of \$40,800. The surety company is on the federal register listing of acceptable bonding companies. The Division's legal counsel has reviewed the forms for accuracy.

If you are in agreement with the acceptance of the reclamation surety and the transfer of this mining project please sign and date the enclosed documents as indicated. Also, please sign the letter releasing the old operator, Pearl Queen Perlite Corporation, from any further reclamation responsibility at the site. Thank you for your consideration of this request.

jb
Enclosure: Transfer, MR-RC & Surety, release letter
M01-27-dir

DOGM MINERALS PROGRAM

Checklist for Board Approval
of
FORM AND AMOUNT OF SURETY

Prepared June 10, 1997

Company Name Pearl Queen Perlite Corporation
Mine Name Pearl Queen Perlite
File No. M/001/027

Items	Provided		Remarks
	Yes	No	
Executive Summary	X		
Location Map	X		
Reclamation Bond Estimate	X		
Signed Reclamation Contract	X		
Signed Power of Attorney/ Affidavit of Qualification		X	N/A
Bond/Reclamation Surety	X		LOC - Key Bank (fax only - original to be provided by date of Board Hearing)
Surety Sign Off (Other State/Federal Agencies)		X	N/A
RDCC contacted	X		

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